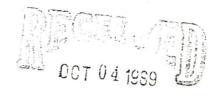
RENNECOTT CORP ATION
BARNEYS CANYON MINE
P. O. BOX 311
BINGHAM CANYON, UT 84006-0311
(801)569-7100



OIL, GAS & MINING

KENNECOTT

October 2, 1989

Mr. Lowell P. Braxton Associate Director Utah Division of Oil, Gas and Mining 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203

Dear Mr. Braxton:

Enclosed please find two copies of the revision pages to the Notice Of Intent (NOI) for the Barneys Canyon Mine. We have modified the NOI in compliance with a condition of the Division's approval of the NOI in August of last year. You will recall that it was necessary that the NOI be changed to reflect design changes made as the result of negotiations with the Bureau of Water Pollution Control (BWPC) which were on-going at the time of the Division's approval. A copy of the BWPC construction permit is attached. We have also updated the NOI to reflect minor changes in leach pad and waste dump lay-out and construction that evolved as process engineering and mine planning were finalized. We do not believe that any of the modifications involve fundamental changes to the concepts approved by the Division in 1988. As the result of these changes however, our estimate of the cost for reclamation has increased somewhat.

Note that we have provided new pages for most of Chapters 3 and 5 of the NOI; however, Sections 3.11, 5.10, 5.11, and 5.12 are unchanged and have not been replaced. Chapters 6 and 7 have been entirely replaced. Chapter 3 changes reflect the revision of the mining and process descriptions per agreements made with BWPC including minor changes made during final design. Chapter 5 has been revised to show the changes in reclamation planning that resulted from modifications in waste dump and heap siting and configuration. As a result of some of the changes, the wording of the variance requests in Chapter 6 needed to be modified. changes in Chapter 7 provide the revised reclamation cost estimate. We have also enclosed revisions of Appendices D-1 and D-2 (hydrology) and H-1 and H-2 (reclamation cost takeoffs). also, that the revised Figures contain the name BP Minerals in the title block; we have not changed the title blocks to reflect the correct name, Kennecott Corporation.

Mr. Lowell P. Braxton October 2, 1989 Page 2

As you are aware from our letter of August 15, 1989, mining α_{r} the Barneys Canyon pit commenced in June, 1989.

Please feel free to contact either Ms. Cindy Emmons of the Kennecott headquarters staff or myself should you have any questions regarding the attached pages.

Regards,

R. J. Ramsey

General Manager

cc: C. S. Emmons

R. J. Bayer, JBR Consultants

RJR/kml Enclosures

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